



STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

January 14, 1987

Mr. Harold R. Roberts
Energy Fuels Nuclear, Inc.
One Tabor Center, Suite 2500
1200 Seventeenth St
Denver, Colorado 80202

Dear Mr. Roberts:

Re: 1986 Annual Reports

The Division has waived the 1986 Annual Report requirements for the following permitted Energy Fuels Nuclear, Inc., operations:

1. Sahara Mine, ACT/015/026
2. Straight Creek Mine, ACT/017/018
3. Repete Mine, ACT/037/038
4. Hillside Mine, ACT/037/015

URANIUM

This waiver also applies to the Wood Mine, ACT/037/021, that Energy Fuels Nuclear, Inc. recently acquired from A. E. Dearth. All that we require at this time is a letter from you stating what mining and reclamation activities (if any) occurred during 1986.

We understand that Energy Fuels Nuclear, Inc. has relinquished all rights to the Hillside Mine to Monticello Mining and Minerals. As I'm sure you're aware, it would be in Energy Fuels Nuclear's best interests to transfer the permit and reclamation bond requirement to Monticello Mining and Minerals. In some instances, mine operators have reclaimed portions of a mine site (e.g. waste piles, yard areas) prior to a permit transfer. This partial reclamation reduces the amount of the reclamation bond required and has made for easier permit transfers.

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We are still waiting for your response to our December 10, 1986 letter concerning the Sahara Mine. Please let us know which course of action that Energy Fuels Nuclear, Inc. wishes to pursue regarding the Sahara Mine before March 31, 1987. If you should have any questions or need additional information, please contact me or Frank Filas of my staff.

Sincerely,



L. P. Braxton
Administrator
Mineral Resource Development
and Reclamation Program

FF:jvb
cc: F. Filas
W. Hedberg
1058R-23